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**STATE OF HAWAII
PUBLIC UTILITIES COMMISSION
DEPARTMENT OF BUDGET AND FINANCE**

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September 16, 2009

Dean Matsuura
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Hawaiian Electric Company, Inc.
P. O. Box 2750
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Dr. Kay Davoodi
NAVFAG HQ ACQ-URASO
1322 Patterson Avenue, SE Suite 1000
Washington Navy Yard
Washington, DC 20374-5065

Catherine P. Awakuni
Executive Director
Division of Consumer Advocacy
Department of Commerce and Consumer Affairs
P. O. Box 541
Honolulu, Hawaii 96809

Re: Docket No. 2008-0083 - Application of Hawaiian Electric Company, Inc. for Approval of Rate Increases and Revised Rate Schedules and Rules

Dear Parties:

To assist the commission staff in its review of the referenced docket, please respond to the enclosed information requests by October 2, 2009.

If you have any questions, please contact me at 586-2020.

Thank you for your assistance.

Sincerely,

A handwritten signature in black ink, appearing to read "Janice E. Masuda".

Janice E. Masuda
Engineer

JM:sl

Enclosure

c: Thomas W. Williams, Jr., Esq.
James N. McCormick, Esq.

Docket No. 2008-0083
Hawaiian Electric Company, Inc.
Information Request to:
Hawaiian Electric Company, Inc.;
Division of Consumer Advocacy, and
U.S. Department of Defense

PUC-IR-117

- References:**
- 1) Stipulated Settlement Letter (“Stipulation”), filed May 15, 2009 in Docket No. 2008-0083 regarding HECO’s application for Approval of Rate Increase and Revised Rate Schedules and Rules.**
 - 2) Decision and Order, filed on August 5, 2009 in Docket No. 2007-0346 regarding HECO’s application For Approval of a Biodiesel Supply Contract with Imperium Services, LLC, and to include Contract Costs in HECO’s Energy Cost Adjustment Clause (“Decision and Order”).**

The Stipulation between Hawaiian Electric Company, Inc. (“HECO”), the Division of Consumer Advocacy of the Department of Commerce and Consumer Affairs, and the Department of Defense establishes that the costs related to the Campbell Industrial Park Combustion Turbine Unit 1 (“CIP CT-1”) are utilized to determine the revenue increase and revenue requirement for the HECO 2009 test year rate base. Stipulation, Exhibit 1, at 1.

Subsequent to the Stipulation, the Commission issued the referenced Decision and Order, which denied HECO’s request to approve the Amended Contract¹ between Imperium and HECO. The Decision and Order also reminded HECO “that it cannot operate [CIP] CT-1 using a fuel other than 100% biofuels, absent prior approval of the commission.” Decision and Order, at 5 n.9.

In light of the above, please indicate whether you expect that CIP CT-1 will be used and useful in the 2009 test year and fully explain the basis for your position.

¹On October 18, 2007, HECO filed an application seeking, among other things, commission approval of a contract between HECO and Imperium Services, LLC (“Imperium”) for a biodiesel supply for CIP CT-1. Under cover of a letter dated January 30, 2009, HECO filed, among other things, Amendment No. 1 to Biodiesel Supply Contract Between Hawaiian Electric Company, Inc. and Imperium Services, LLC and Assignment to Imperium Grays Harbor, LLC (“Amended Contract”).